MEMORANDUM FOR THE RECORD

SUBJECT: Meeting between Mr. Roy Ash, OMB, and Mr. Colby, 5 July 1973

	1.	The	e meet	ing v	vas (OE	venec	i to	disc	cuss	the	draft o	of t	he	
												Thos	e p	rese	nt
in add	itior	a to l	Messr	s. A	sh ar	ad	Colby	wie	re:	Mes	STS	•			
															•

and the undersigned.

25X1

- 2. Mr. Ash expressed general satisfaction with the paper in its present form. He said he had talked with the President recently and the President indicated he was ready to receive the objectives any time after 15 July and was prepared to deal with them.
- 3. Mr. Ash indicated a desire for some type of frequent (every few months) meetings with OMB to discuss progress in attaining objectives. Action:
- 4. No written report to the President was anticipated as being needed prior to the next annual submission which should contain a report of the past year's progress. Mr. Colby said that next year's objectives would address more substantive issues; this year's are mostly management.
- 5. NSCIC. OMB expressed concern that activities of this Committee were not really within the control of the DCI. Mr. Colby agreed but intended to work to make it more effective--perhaps using telephonic procedures similar to 40 Committee style. He added that a problem remaining is that NSCIC should represent users but tends to be comprised of intelligence folk. Action:
- 6. Manpower reduction concern was felt by all. Legislation permitting more selective reduction by other agencies is desired but will be difficult to obtain. Manpower reductions in federal employees are desired as a matter somewhat independent even of near-term cost concern.

25X1

Approved For Release 2005/03 CIA-RDP80M01048A000800050014-6 25X1

25X1

25X1

Approved For Rélease 2005/03/07. CIA-RDP80M010484000800050014-6

7. Mr. Ash emphasized the strong need for the DCI to assume authoritative leadership -- difficult but necessary. Regarding submission of the National Intelligence Program Budget, OMB indicated their part of that process. Mr. Colby said he anticipated some differences arising between his recommended program to the President and the Defense submissions for intelligence. Such a difference should perhaps not be reconciled in IRAC but even encouraged to provide Congress concrete evidence that the process is working, that differences are to be expected and that the President will resolve them.

3.		asked	for	specific	examples	of	Product	Review
studies.	Action:							

- 9. For "E. Military Intelligence," noted that no dates are provided -- since action is with DOD, that is understandable but he hopes we will specify dates as soon as possible. Action:
- A rather lengthy discussion of problems in economic intelligence occurred. OMB cautioned against much increase in resources applied until the process is better defined. Mr. Ash emphasized the need for better anticipatory (predictive) information which may affect government policy -- e.g., prediction of re-evaluation of the Mark--and less information of the sort obtained from newspapers on current activities.
- 11. It was agreed that with a few minor changes in the draft, OMB was happy with it and trusted that Mr. Colby would forward it to the President when he was confirmed and satisfied with the paper.
- 12. Mr. Colby indicated he planned to be more specific in assigning tasks to community agencies which were needed to implement the objectives and would include some of those task assignments in the Planning Guidance.

'(Signed) Lew Allen law Allen, Jr. D/DCI/IC

25X1

25X1

cc: Mr. Colby General Graham

IC:LA:dm

FIFTH 2 - D/DCI/IC 1 - Gen. Graham

(1) - ER

25X1

_	SENOER WILL AP	proved For Beleas	e 2005/03/0	7 TOA-RDP	\$ омот	00860	050014-6
		CIAL ROUTING		SECRET		,	R.B
ТО	NAME AN	D ADDRESS	DATE	INITIALS			6 July
1	Mr. Colby		1/7 <	1 4			<i>y y</i>
2	0/00/1	- C					O I
3			,-				N-1
4		edernyyski milykin omyski konysyski kilologo syklastycki se sano sano sano sano sano sano sano sano					
5							
6							
16%	ACTION	DIRECT REPLY	PREPARE	The second secon			
	APPROVAL	DISPATCH		ENDATION :			
	COMMENT	FILE INFORMATION	RETURN SIGNATU		1	•	
		e Tout	be +	Sugar DDII	\$ t S		
Ι		HERE TO RETURN TO	SENDER	DATE 5 July	3		
	UNCLASSIFIED	CONFIDE	NTIAL	SECRET	1		
FORM N	10 007 like previous	aditions		(40	3		